

Date Mailed
December 20, 2001

BEFORE THE
PUBLIC SERVICE COMMISSION OF WISCONSIN

Application for Approval of Project Development
Services Agreement Between Wisconsin Electric Power
Company and Wisconsin Energy Corporation

6630-AE-114

**NOTICE OF PROCEEDING
AND
INVESTIGATION AND ASSESSMENT OF COSTS**

THIS IS A PROCEEDING to consider the proposed Project Development and Services Agreement (PDSA) between Wisconsin Electric Power Company (WEPCO) and Wisconsin Energy Corporation (WEC).

Under the proposed agreement WEPCO will reimburse WEC for Pre-CPCN expenses incurred by or on behalf of WEC and its subsidiaries in connection with the development of generation facilities known as "Power the Future" (PTF),¹ to the extent that these costs are not recovered by WEC or its nonutility affiliate through a leased generation agreement under Wis. Stat. § 196.52(9). Amounts to be reimbursed include internal labor, third party costs, and the carrying costs on major equipment.

NOTICE IS GIVEN that the Commission considers it necessary, in order to carry out its duties, to investigate all books, accounts, practices, and activities of the applicant. The expenses incurred or to be incurred by the Commission which are reasonably attributable to such an investigation will be assessed against and collected from the applicant in accordance with the provisions of Wis. Stat. § 196.84 and Wis. Admin. Code ch. PSC 6.03.

The Commission does not discriminate on the basis of disability in the provision of programs, services, or employment. Any person with a disability who needs accommodations to participate in this proceeding or who needs to obtain this document in a different format should contact the docket coordinator listed below.

¹ Described in docket 6630-DR-104 order issued on October 16, 2001.

Docket 6630-AE-114

Questions regarding this matter may be directed to docket coordinator Diane Braun at (608) 267-1200.

Dated at Madison, Wisconsin, _____

By the Commission:

Lynda L. Dorr
Secretary to the Commission

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